

LOCAL TELEPHONE COMPANY

ANNUAL REPORT

OF THE

NAME South Arkansas Telephone Company, Inc.
(Here show in full the exact corporate, firm or individual name of the respondent)

LOCATED AT 403 W Main Street, Hampton, AR
(Here give the location, including street and number of the respondent's main business office within the State)

COMPANY # 133
(Here give the APSC-assigned company number)

TO THE

ARKANSAS PUBLIC SERVICE COMMISSION



COVERING ALL OPERATIONS

FOR THE YEAR ENDING DECEMBER 31, 2019

RECEIVED
3/25/2020 NB ILC
ARK PUBLIC SERVICE COM
AUDIT SECTION

ILBC

LETTER OF TRANSMITTAL

REPORT TO ARKANSAS PUBLIC SERVICE COMMISSION

GENERAL INSTRUCTIONS, DEFINITIONS, ETC.

1. Two (2) copies of this report, properly filled out and verified shall be filed with the Utility Division of the Arkansas Public Service Commission, Little Rock, Arkansas, on or before the 31st day of March following the close of the calendar year for which the report is made.
2. The word "respondent" in the following inquiries means the person, firm, association or company in whose behalf the report is made.
3. If any schedule does not apply to the respondent, such fact should be shown on the schedule by the words "not applicable."
4. Except in cases where they are especially authorized, cancellations, arbitrary check marks, and the like must not be used either as partial or entire answers to inquiries.
5. Reports should be made out by means which result in a permanent record. The copy in all cases shall be made out in permanent black ink or with permanent black typewriter ribbon. Entries of a contrary or opposite character (such as decreases reported in a column providing for both increases and decreases) should be shown in red ink or enclosed in parentheses.
6. Each report shall be bound in permanent form before returning to the Commission. Binding with clips is not sufficient.
7. Answers to inquiries contained in the following forms must be complete. No answer will be accepted as satisfactory which attempts by reference to any paper, document, or return of previous years or other reports, other than the present report, to make the paper or document or portion thereof thus referred to a part of the answer without setting it out. Each report must be complete within itself.
8. In cases where the schedules provided in this report do not contain sufficient space or the information called for, or if it is otherwise necessary or desirable, additional statements or schedules may be inserted for the purpose of further explanation of accounts or schedules. They should be legibly made on paper of durable quality and should conform with this form in size of page and width of margin. This also applies to all special or unusual entries not provided for in this form. Where information called for herein is not given, state fully the reason for its omission.
9. Each respondent is required to send in connection with its report to this Commission's Utilities Division, one (1) copy of its latest annual report to stockholders.
10. Schedules supporting the revenue accounts and furnishing statistics should be so arranged as to effect a division in the operations as to those inside and outside the state.
11. Answers to all inquiries may be in even dollar figures, with cents omitted and with agreeing totals.
12. Each respondent should make its report in duplicate, retaining one copy for its files for reference, in case correspondence with regard to such report becomes necessary. For this reason, several copies of the accompanying forms are sent to each utility company concerned.

REPORT TO ARKANSAS PUBLIC SERVICE COMMISSION

Give the name, title, office address, telephone number and e-mail address of the person to whom any correspondence concerning this report should be addressed:

Name Greg Ashcraft Title CFO/Sec. & Tres.

Address P O Box 130, Sheridan, AR 72150

Telephone Number 870-942-4344

E-Mail greg@satco.biz

Give the name, address, telephone number and e-mail address of the resident agent:

Name David L. Wells Telephone Number 870-798-2201

Address P O Box 778 , Hampton, AR 71744

E-Mail _____

REPORT TO ARKANSAS PUBLIC SERVICE COMMISSION

IDENTITY OF RESPONDENT

1. Give the exact name by which respondent was known in law at the close of the year. Use the initial word "The" only when it is part of the name.

South Arkansas Telephone Company

2. Give the location (including street and number) of (a) the main Arkansas business office of respondent at the close of the year, and (b) if respondent is a foreign corporation, the main business office if not in this state:

(a) 403 W Main Street
P O Box 778
Hampton, AR 71744

(b)

3. Indicate by an x in the proper space (a) the type of service rendered, and (b) the type of organization under which respondent was operating at the end of the year.

(a) () Electric, () Gas, () Water, (X) Telephone, () Other

(b) () Proprietorship, () Partnership, () Joint Stock Association,
(X) Corporation, () Other (describe below):

4. If respondent is not a corporation, give (a) date of organization, and (b) name of the proprietor or the names of all partners, and the extent of their respective interest at the close of the year.

(a)

(b)

5. If a corporation, indicate (a) in which state respondent is incorporated, (b) date of incorporation, and (c) designation of the general law under which respondent was incorporated, or, if under special charter, the date of passage of the act:

(a) Arkansas

(b) 1-Jul-60

(c) Arkansas

6. State whether or not respondent during the year conducted any part of its business within the State of Arkansas under a name or names other than that shown in response to inquiry No. 1 above, and, if so, give full particulars:

No

7. State whether respondent is a consolidated or merged company. If so, (a) give date and authority for each consolidation or merger, (b) name all constituent and merged companies, and (c) give like particulars as required of the respondent in inquiry No. 5 above:

REPORT TO ARKANSAS PUBLIC SERVICE COMMISSION

No

8. State whether respondent is a reorganized company. If so, give (a) name of original corporation, (b) date of reorganization, (c) reference to the laws under which it was reorganized and (d) state the occasion of the reorganization, whether because of foreclosure of mortgage or otherwise, giving full particulars.

(a)

(b)

(c)

(d)

9. Was respondent subject to a receivership or other trust at any time during the year?
If so, state:

No

(a) Name of receiver or trustee: _____

(b) Name of beneficiary or beneficiaries for whom trust was maintained:

(c) Purpose of the trust: _____

(d) Give (1) date of creation of receivership or other trust, and (2) date of acquisition of respondent: (1) _____ (2) _____

10. Did the respondent act in any of the capacities listed in Paragraph (a) below during the past year? No _____ If so,

(a) Indicate the applicable one by an X in the proper space:

() Guarantor, () Surety, () Principal--obligor to a surety contract,

() Principal--obligor to a guaranty contract.

(b) Insert a statement showing the character, extent, and terms of the primary agreement or obligation, including (1) names of all parties involved, (2) extent of liability of respondent, whether contingent or actual, (3) extent of liabilities of the other parties, whether contingent or actual, and (4) security taken or offered by respondent.

REPORT TO ARKANSAS PUBLIC SERVICE COMMISSION

DIRECTORS AND COMPENSATION

Give the name and office addresses of all directors at the close of the year, and dates of beginning and expiration of terms. Chairman (*) and Secretary (**) marked by asterisks.

Name of Director	Office Address	Date of Term	
		Beginning	End
H.B. Bailey	Fort Worth, TX	12/1/78	
Tommye Wells	Sheridan, AR	12/1/78	
David L. Wells(*)	Sheridan, AR	12/1/78	
Steve Wells	Hampton, AR	12/1/78	
Barry Bailey	Fort Worth, TX	12/1/78	
Lang Wells	Sheridan, AR	12/1/89	
Greg Ashcraft (**)	Sheridan, AR	1/1/90	
Lane Reynolds	Hampton, AR	6/1/11	
Mark Lundy	Cedar Rapids, IA	2/1/12	

PRINCIPAL OFFICERS AND KEY MANAGEMENT PERSONNEL

Give the title of the principal officers, managers and key personnel, the names and office addresses of persons holding such positions at the close of the year.

Title	Name of person holding office at close of year	Office Address
President, General Manager	David L. Wells	P O Box 778 Hampton, AR 71744
Vice President	Lang Wells	P O Box 130 Sheridan, AR 72150
Secretary/Tres	Greg Ashcraft	P O Box 130 Sheridan, AR 72150
TOTAL		

REPORT TO ARKANSAS PUBLIC SERVICE COMMISSION

GROSS ASSESSABLE REVENUES		
Line No.	Description	Amount
1	Total Arkansas Operating Revenues, including InterstateTolls	\$8,026,885
2	Less: Interstate Revenues Excluded	\$4,586,778
3	TOTAL GROSS ASSESSABLE REVENUES	\$3,440,107

LOCAL EXCHANGE SERVICE STATISTICS


ACCESS LINES	SYSTEM	ARKANSAS
Residence	Same as Arkansas	1,876
Business		419
TOTAL RESIDENTIAL & BUSINESS ACCESS LINES		2,295
PBX Access Lines		154
Coin or Credit Card Paystation Access Lines		
Company Official Access Lines (Numbers)		
TOTAL ACCESS LINES		2,449

REPORT TO ARKANSAS PUBLIC SERVICE COMMISSION

EXCHANGE STATISTICS - ARKANSAS													
YEAR-END TROUBLE INDEX						COE LINE AND TERMINAL (NUMBERS)							
PROVISIONING AND USAGE													
Prefix No.	Exchange Name	Qty EAS	CO	OSP	NONE	Beginning of Year				End of Year			
						Lines		Terminal		Lines		Terminal	
						Equipped	Usage	Equipped	Usage	Equipped	Usage	Equipped	Usage
798	Hampton		89	141	341	2304	1314	3000	1500	6347	1672	3000	1425
463	Hermitage		8	57	115	1416	706	1500	676	1548	644	1500	649
465	Banks		3	11	30	288	193	400	191	460	175	400	184
689	Louann		2	6	42	360	180	500	187	400	187	500	191

STATEMENT OF ACCURACY

I do hereby state that the amounts contained in this report are true and accurate, schedules have been cross-referenced by use of the attached check list, and that the accuracy of all totals has been verified by me or under my supervision. Should I or anyone under my supervision become aware of any error in or omission from this report, I will take steps to notify the Arkansas Public Service Commission of such error or omission and provide corrected schedules as soon as possible.



President/General Manager

REPORT TO ARKANSAS PUBLIC SERVICE COMMISSION

COMPANY CONTACTS

Company Information	
Company Name	South Arkansas Telephone Company
dba	
Official Mailing Address	P O Box 778 Hampton, AR 71744

AREA	PERSON TO CONTACT	PHONE #	FAX #	E-MAIL
Annual Report	Greg Ashcraft	870-942-4344	870-942-7013	greg@satco.biz
Fuel Adjustment Report	N/A			
Cost of Debt Report	Greg Ashcraft	870-942-4344	870-942-7013	greg@satco.biz
Tariffs	Greg Ashcraft	870-942-4344	870-942-7013	greg@satco.biz
Accounting	Greg Ashcraft	870-942-4344	870-942-7013	greg@satco.biz
Rates	Greg Ashcraft	870-942-4344	870-942-7013	greg@satco.biz
Engineering	Keith Coleman	870-798-2201	870-798-2289	
Finance	Greg Ashcraft	870-942-4344	870-942-7013	greg@satco.biz
Income Taxes	Greg Ashcraft	870-942-4344	870-942-7013	greg@satco.biz
Property Taxes	Greg Ashcraft	870-942-4344	870-942-7013	greg@satco.biz
Gas Supply	N/A			
Legal	Justin Allen	501-371-0808	501-376-9442	Jallen@wlj.com
Data Processing	Lane Reynolds	870-798-2201	870-798-2289	lreynold@sat-co.net

Please list the number of utility employees located in Arkansas

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